

Verkor and Talga sign non-binding Letter of Intent for Swedish battery anode supply

Talga Group Ltd (“**Talga**” or “**the Company**”) (**ASX:TLG**) is pleased to announce it has entered into a non-binding Letter of Intent with French EV battery manufacturer Verkor SA (“**Verkor**”) to supply Talga’s flagship graphite anode product, Talnode[®]-C, from its 100% owned Vittangi project in Sweden (“**LOI**”).

The Vittangi Anode Project

Talga is building Europe’s first battery anode plant in Luleå, Sweden. The initial operation, fed from the Nunasvaara South graphite mine, will produce 19,500tpa (~16 GWh/annum) of Talnode[®]-C for the fast-growing Li-ion battery market.

Talnode[®]-C is Talga’s flagship battery anode product with an ultra-low emissions profile for greener lithium-ion batteries.

Talga is allocating its planned anode production across offtake supply agreements in support of the Company’s project financing strategy, focusing on European customers.

The LOI, which follows successful Talnode[®]-C qualification testwork to date, formalises commercial discussions underway between the parties and sets out non-binding terms for Talga to supply Verkor with Talnode[®]-C for electric vehicle applications over a 4- to 8-year period. The parties will work towards executing a binding term sheet in Q1 2023 alongside advancing product qualification programs.

Verkor is backed by multiple prominent partners including Renault Group, EQT Ventures, Demeter FMET and Sibanye-Stillwater. Verkor’s goal is to open its first Li-ion battery Gigafactory in 2024 in Dunkirk, France, with a 16 GWh/annum capacity, followed by long-term expansion to 50 GWh/annum by 2030.

Talga’s mission to enable the world’s most sustainable batteries aligns well with Verkor’s mandate to accelerate the large-scale industrialisation of batteries in Europe.

Authorised for release by the Board of Directors of Talga Group Ltd.

For further information please contact:

Mark Thompson
Managing Director
Talga Group Ltd
+61 (0) 8 9481 6667

Nikki Löf
Group Communications Manager
Talga Group Ltd
+61 (0) 8 9481 6667

About Talga

Talga Group Ltd (ASX:TLG) is building a European battery and advanced materials supply chain, to offer products critical to its customers' innovation and the shift towards a more sustainable world. Vertical integration, including ownership of high-grade Swedish graphite projects, provides security of supply and creates long-lasting value for stakeholders. Website: www.talgagroup.com

About Verkor

Verkor was founded in 2020 with the sole ambition of fast-tracking low-carbon battery production in France, to serve the European market. With a team of international experts in the battery sector, Verkor strives for manufacturing excellence by optimising proven technology. Website: www.verkor.com/en

Forward-Looking Statements & Disclaimer

Statements in this document regarding the Company's business or proposed business, which are not historical facts, are forward-looking statements that involve risks and uncertainties, such as estimates and statements that describe the Company's future plans, objectives or goals, including words to the effect that the Company or management expects a stated condition or result to occur. Since forward-looking statements address future events and conditions, by their very nature, they involve inherent risks and uncertainties. Actual results in each case could differ materially from those currently anticipated in such statements. Investors are cautioned not to place undue reliance on forward-looking statements.

This announcement may not be distributed in any jurisdiction except in accordance with the legal requirements applicable in such jurisdiction. Recipients should inform themselves of the restrictions that apply in their own jurisdiction. A failure to do so may result in a violation of securities laws in such jurisdiction. This document does not constitute investment advice and has been prepared without taking into account the recipient's investment objectives, financial circumstances or particular needs and the opinions and recommendations in this representation are not intended to represent recommendations of particular investments to particular persons.